

Larry Hogan, Governor · Boyd K. Rutherford, Lt. Governor · Dennis R. Schrader, Secretary

Subject: Maryland Medicaid Disposable Medical Supplies and Durable Medical Equipment Fee Rate Changes

The Maryland Department of Health proposes to update the Disposable Medical Supplies and Durable Medical Equipment payment procedures. Effective July 1, 2022, Department will reimburse Medicare-covered equipment and supplies at 85 percent of the Medicare rates established on January 1 of each year. The rate increase is in accordance with the Board of Public Works budget approved for Fiscal Year (FY) 2023. The total impact of the projected rate increase on the FY 2023 budget is \$31,382,480 compared with the rates in effect in FY 2022. This amount is subject to a 56.2 percent federal match (\$17,636,954 federal funds and \$13,745,526 general funds) Other changes do not have a fiscal impact.

Written comments may be sent to Sara Daneshpour, Chief of Division of Community Support Services, Office of Long Term Services and Supports at sara.daneshpour@maryland.gov.